
AGENCY OVERVIEW**325 Department of Human Services**

Date: 01/13/2011**Time:** 11:02:27**Statutory Authority**

North Dakota Century Code Chapters 6-09.16, 6-09.6, 12.1-01, 14-08.1, 14-09, 14-10, 14-12.2, 14-13, 14-15, 14-15.1, 14-17, 14-19, 19-03.1, 23-02.1, 23-17.1, 25-01, 25-01.1, 25-01.2, 25-02, 25-03.1, 25-03.2, 25-03.3, 25-04, 25-10, 25-11, 25-16, 25-16.1, 25-17, 26.1-36, 26.1-45, 27-20, 27-21, 28-21, 34-15, 50-01, 50-01.1, 50-01.2, 50-03, 50-06, 50-06.1, 50-06.2, 50-06.3, 50-06.4, 50-06.5, 50-08.1, 50-09, 50-10, 50-10.1, 50-10.2, 50-11, 50-11.1, 50-11.2, 50-11.3, 50-12, 50-19, 50-24.1, 50-24.3, 50-24.4, 50-24.5, 50-25.1, 50-25.2, 50-27, 50-28, 50-29, 50-30, 54-38, 54-44.8, and 57-15.

Agency Description

DHS is an umbrella agency headed by an executive director appointed by the Governor. The executive director utilizes a management team known as the Cabinet, which includes a representative of the following areas: the eight Regional Human Services Centers, the Institutions, Program and Policy programs, Economic Assistance programs, Medical Services, and Administrative Support Services. The appropriation bill itself consists of three major areas consisting of Managerial Support, Program/Policy Management and Field Services.

Managerial Support includes Fiscal Administration, Human Resources, Information Technology Services, Legal Advisory Unit, and Public Information.

Program/Policy Management is comprised of seven major programs: Economic Assistance Policy (including TANF, Food Stamps, Low Income Heating Assistance Program, Child Care Assistance), Medical Services (including Nursing Homes, all Medicaid waiver services along with Home and Community Based Services), Child Support Enforcement, Aging Services (Older Americans Act programs), Children and Family Services, Mental Health/Substance Abuse (including the Decision Support Services function for the agency) Vocational Rehabilitation (including Disability Determination Services) and the Developmental Disabilities Division. North Dakota's assistance programs are supervised by the state but are directed and administered by the 53 county social service boards. Additionally, many aging and children's services are provided through County Social Service Boards.

Field Services is comprised of eight Human Service Centers located in each of the Governor's designated planning regions providing direct delivery of services to individuals and families, the State Hospital located in Jamestown and the Developmental Center at Westwood Park located in Grafton. The Human Service Centers provide a comprehensive array of outpatient clinical and community services including vocational rehabilitation, mental health services, developmental disabilities services, social services, addiction counseling, and emergency and outreach services. The centers provide supervision and direction to county agencies delivering social services. The State Hospital is a component of the treatment continuum providing treatment for mental illness and substance abuse. The Developmental Center is an educational and training facility for persons with developmental disabilities.

Agency Mission Statement

The mission of the Department of Human Services is to provide quality, efficient and effective human services to improve the lives of people.

Agency Performance Measures

- Overall Administrative Costs for the Department will be under 10 percent of budget.
- 2007-2009 biennium actual - 5.66 percent.
- 2009 – 2011 biennium – 6.07 percent (based on legislatively approved budget).
- Information requests, service requests and payment timelines will meet established timeframes.
- The specific measures are established in each budget (program) level.
- Customer Satisfaction goals as it relates to the value of the service received, availability or amount will be attained.
- The specific measures are established in each budget (program) level.

Major Accomplishments

1. Provided HUD-funded 8-plex in Williston to house for people recovering from serious mental illness
2. Implemented North Dakota's Money Follows the Person initiative and will work to transition voluntary program participants from nursing homes and developmental disability facilities into home and community-based settings.

AGENCY OVERVIEW**325 Department of Human Services**

Date: 01/13/2011**Time:** 11:02:27

3. Awarded Healthy Steps outreach contract that will focus on outreach ensuring all families with eligible children are aware of the coverage.
4. Signed Program of All-inclusive Care for the Elderly (PACE) contract.
5. Expanded Geropsych Services at the Sheyenne Care Center in Valley City.
6. Concluded the department's first Leadership Program designed to give department leaders the opportunity to better understand DHS services.
7. Integrated the Regional Child Support Enforcement Units into the North Dakota Department of Human Services.
8. Implemented a cooling assistance program for low-income households with medical needs.
9. Started a new disease management program for recipients with chronic conditions.
10. Received national recognition from the Council of State Governments for the PRIDE, the Parental Responsibility Initiative for the Development of Employment program.
11. Received the federal Office of Child Support Enforcement Commissioner's Innovation award for the PRIDE program.
12. Received a one-year award from the federal government to implement a certified peer support program statewide to benefit mental health consumers.
13. Honored for excellence in best practices in working with American Indian Sovereign Nations by the North Dakota Head Start-State Collaboration Office.
14. Received a three-year accreditation from the Joint Commission on the Accreditation of Hospital Organizations for the North Dakota State Hospital.
15. Initiated the Medicaid Buy-In for Children with Disabilities Coverage in April 2010.
16. Received approval from the Centers for Medicare and Medicaid Services (CMS) for North Dakota's Medicaid waiver for medically fragile children.
17. Awarded a two-year \$146,000 Emergency Room Diversion Grant.
18. Established a contract with the Grand Forks jail to provide telemedicine services to inmates at the NEHSC.
19. Awarded the 2008 Outstanding Program Award and the Outstanding Manager Award for the National Child Support Enforcement Association (NCSEA) for North Dakota's child support enforcement program.
20. Led the nation in the federal Interstate Case Reconciliation program for child support enforcement.
21. Received CMS approval for North Dakota's request to expand eligibility for the Healthy Steps State Children's Health Insurance Program (SCHIP) to 150 percent of federal poverty.
22. Disseminated information to North Dakotans age 50-65 about planning ahead for the their future care needs through an "Own Your Future" federal and state partnership campaign.
23. Awarded the Telephone Recovery Support Services contract to Rehab Services, Inc. to assist individuals in sustaining their recovery from substance use disorders.

Future Critical Issues

- The need to continue to improve community-based service options in order to meet the needs of the elderly and individuals with mental illness, chemical dependency, and developmental or physical disabilities in order to assure conformance with Olmstead decision.
- The need to continue to work with the counties as we deliver services to the citizens of North Dakota through a state supervised, county administered delivery system.
- The need to continue to provide services to the State's most vulnerable citizens with a decreasing Federal Medical Assistance Percentage (FMAP).
- The need to address the capacity issues within various systems including 1) the state's mental health system, 2) those within the substance abuse treatment system, and 3) the children and youth transitioning into adult services.
- The ability to retain the providers that serve vulnerable populations by ensuring payments for services provide reasonable coverage of providers' costs.
- Managing the delivery of services in the changing demographic environment in collaboration with public and private partners.
- The ability to hire and retain qualified staff and provide for succession planning for the large portion of Department staff that are eligible for retirement within the next two to six years.

REQUEST SUMMARY

325 Department of Human Services
Biennium: 2011-2013

Bill#: SB2012

Date: 01/13/2011
Time: 11:02:27

Description	Expenditures 2007-2009 Biennium	Present Budget 2009-2011	Budget Request Change	Requested Budget 2011-2013 Biennium	Optional Budget Request
By Major Program					
Management	73,568,724	91,493,651	(13,306,934)	78,186,717	43,995,560
Program and Policy	1,490,155,058	1,970,521,131	234,603,329	2,205,124,460	9,565,712
Human Service Centers	124,511,041	146,717,139	4,457,279	151,174,418	8,595,146
State Hospital-Traditional	52,979,477	60,050,338	(2,200,242)	57,850,096	1,961,840
State Hospital-Secure Services	10,695,850	10,480,123	230,955	10,711,078	0
Developmental Center	47,781,268	54,102,340	(4,570,434)	49,531,906	650,000
Total Major Program	1,799,691,418	2,333,364,722	219,213,953	2,552,578,675	64,768,258
By Line Item					
Salaries and Wages	49,381,356	59,416,844	3,444,213	62,861,057	1,419,976
Operating Expenses	127,556,018	124,195,067	28,028,604	152,223,671	47,434,239
Capital Assets	2,202,030	1,206,747	(1,068,347)	138,400	0
Capital Assets Carryover	0	30,234,275	(30,234,275)	0	0
Grants	337,198,306	483,066,261	(610,637)	482,455,624	5,922,276
Human Service Centers / Institutions	234,165,582	270,150,215	(882,717)	269,267,498	11,206,986
Grants-Medical Assistance	1,049,188,126	1,365,095,313	220,537,112	1,585,632,425	(1,215,219)
Total Line Items	1,799,691,418	2,333,364,722	219,213,953	2,552,578,675	64,768,258
By Funding Source					
General Fund	538,921,324	654,611,574	244,129,222	898,740,796	36,720,959
Federal Funds	1,161,974,724	1,560,552,211	(20,212,161)	1,540,340,050	27,309,116
Special Funds	98,795,370	118,200,937	(4,703,108)	113,497,829	738,183
Total Funding Source	1,799,691,418	2,333,364,722	219,213,953	2,552,578,675	64,768,258
Total FTE	2,223.38	2,216.88	(27.53)	2,189.35	19.00

REQUEST DETAIL

325 Department of Human Services
Biennium: 2011-2013

Bill#: SB2012

Date: 01/13/2011
Time: 11:02:27

Description	Expenditures 2007-2009 Biennium	Present Budget 2009-2011	Budget Request Change	Requested Budget 2011-2013 Biennium	Optional Budget Request
Salaries and Wages					
Salaries - Permanent	35,260,365	41,297,839	2,510,673	43,808,512	1,033,848
Temporary Salaries	956,822	1,121,767	186,352	1,308,119	0
Overtime	287,191	489,992	(159,386)	330,606	0
Fringe Benefits	12,876,978	16,507,246	906,574	17,413,820	386,128
Total	49,381,356	59,416,844	3,444,213	62,861,057	1,419,976
Salaries and Wages					
General Fund	14,478,359	20,018,020	3,281,213	23,299,233	722,189
Federal Funds	28,469,927	36,131,536	(462,020)	35,669,516	697,529
Special Funds	6,433,070	3,267,288	625,020	3,892,308	258
Total	49,381,356	59,416,844	3,444,213	62,861,057	1,419,976
Operating Expenses					
Travel	1,541,615	2,253,881	407,744	2,661,625	5,000
Supplies - IT Software	233,475	221,439	51,959	273,398	0
Supply/Material-Professional	408,055	361,164	(143,969)	217,195	52,334
Food and Clothing	200	0	0	0	0
Bldg, Ground, Maintenance	2,408	130	(130)	0	0
Miscellaneous Supplies	184,196	149,547	(110,912)	38,635	0
Office Supplies	185,449	225,665	(8,581)	217,084	0
Postage	1,556,505	1,618,944	41,187	1,660,131	0
Printing	1,092,179	1,219,884	178,914	1,398,798	30,718
IT Equip Under \$5,000	1,166,188	805,738	158,025	963,763	0
Other Equip Under \$5,000	291,363	48,647	101,353	150,000	0
Office Equip & Furn Supplies	155,169	97,177	(26,818)	70,359	79,963
Utilities	2,273	2,161	561	2,722	0
Insurance	115,760	115,849	52,919	168,768	0
Rentals/Leases-Equip & Other	169,330	227,289	(13,621)	213,668	0
Rentals/Leases - Bldg/Land	2,345,987	2,294,685	171,848	2,466,533	32,755
Repairs	132,117	155,581	37,976	193,557	0
IT - Data Processing	32,102,125	27,896,692	11,098,416	38,995,108	44,107,846
IT - Communications	837,821	850,311	2,951	853,262	2,175
IT Contractual Svcs and Rprs	21,997,190	12,318,205	3,632,149	15,950,354	5,046
Professional Development	717,358	1,021,034	(109,501)	911,533	0
Operating Fees and Services	60,601,889	70,657,449	11,884,569	82,542,018	3,118,402
Fees - Professional Services	1,715,773	1,653,595	621,565	2,275,160	0
Medical, Dental and Optical	1,593	0	0	0	0
Total	127,556,018	124,195,067	28,028,604	152,223,671	47,434,239

REQUEST DETAIL

325 Department of Human Services
Biennium: 2011-2013

Bill#: SB2012

Date: 01/13/2011

Time: 11:02:27

Description	Expenditures 2007-2009 Biennium	Present Budget 2009-2011	Budget Request Change	Requested Budget 2011-2013 Biennium	Optional Budget Request
Operating Expenses					
General Fund	45,043,920	50,756,253	10,169,340	60,925,593	21,190,055
Federal Funds	78,275,351	69,784,791	17,269,968	87,054,759	26,244,159
Special Funds	4,236,747	3,654,023	589,296	4,243,319	25
Total	127,556,018	124,195,067	28,028,604	152,223,671	47,434,239
Capital Assets					
Other Capital Payments	669	0	0	0	0
Extraordinary Repairs	1,802,054	1,199,725	(1,199,725)	0	0
IT Equip/Sftware Over \$5000	399,307	7,022	131,378	138,400	0
Total	2,202,030	1,206,747	(1,068,347)	138,400	0
Capital Assets					
General Fund	1,860,605	1,199,725	(1,199,725)	0	0
Federal Funds	73,512	7,022	131,378	138,400	0
Special Funds	267,913	0	0	0	0
Total	2,202,030	1,206,747	(1,068,347)	138,400	0
Capital Assets Carryover					
Temporary Salaries	0	232,450	(232,450)	0	0
Overtime	0	640	(640)	0	0
Fringe Benefits	0	19,190	(19,190)	0	0
Travel	0	1,400	(1,400)	0	0
Supplies - IT Software	0	1,242	(1,242)	0	0
Office Supplies	0	1,506	(1,506)	0	0
Printing	0	160	(160)	0	0
Rentals/Leases-Equip & Other	0	6,120	(6,120)	0	0
Rentals/Leases - Bldg/Land	0	118,560	(118,560)	0	0
Repairs	0	4,648	(4,648)	0	0
IT - Data Processing	0	4,626,175	(4,626,175)	0	0
IT - Communications	0	14,030	(14,030)	0	0
IT Contractual Svcs and Rprs	0	25,186,830	(25,186,830)	0	0
Operating Fees and Services	0	21,324	(21,324)	0	0
Total	0	30,234,275	(30,234,275)	0	0
Capital Assets Carryover					
General Fund	0	996,035	(996,035)	0	0
Federal Funds	0	26,633,851	(26,633,851)	0	0
Special Funds	0	2,604,389	(2,604,389)	0	0

REQUEST DETAIL

325 Department of Human Services
Biennium: 2011-2013

Bill#: SB2012

Date: 01/13/2011
Time: 11:02:27

Description	Expenditures 2007-2009 Biennium	Present Budget 2009-2011	Budget Request Change	Requested Budget 2011-2013 Biennium	Optional Budget Request
Total	0	30,234,275	(30,234,275)	0	0
Grants					
Grants, Benefits & Claims	337,198,306	483,066,261	(610,637)	482,455,624	5,922,276
Total	337,198,306	483,066,261	(610,637)	482,455,624	5,922,276
Grants					
General Fund	26,510,914	36,410,905	6,219,760	42,630,665	3,951,909
Federal Funds	274,204,074	409,080,705	(8,760,348)	400,320,357	1,305,546
Special Funds	36,483,318	37,574,651	1,929,951	39,504,602	664,821
Total	337,198,306	483,066,261	(610,637)	482,455,624	5,922,276
Human Service Centers / Institutions					
Salaries - Permanent	118,531,071	136,301,081	4,677,269	140,978,350	0
Salaries - Other	1,042,366	1,136,642	(60,266)	1,076,376	0
Temporary Salaries	2,972,320	3,899,125	217,290	4,116,415	0
Overtime	676,849	827,891	19,187	847,078	0
Fringe Benefits	46,918,009	59,438,236	(279,377)	59,158,859	0
Reduction In Salary Budget	0	0	(2,935,680)	(2,935,680)	0
Travel	2,979,721	3,207,397	181,076	3,388,473	0
Supplies - IT Software	208,104	206,076	(15,371)	190,705	0
Supply/Material-Professional	469,960	528,572	13,867	542,439	0
Food and Clothing	2,836,796	3,012,873	51,247	3,064,120	0
Bldg, Ground, Maintenance	1,085,596	931,521	94,949	1,026,470	0
Miscellaneous Supplies	689,670	603,372	(22,971)	580,401	0
Office Supplies	728,832	625,939	13,344	639,283	0
Postage	295,026	301,913	16,987	318,900	0
Printing	188,496	187,986	10,494	198,480	0
IT Equip Under \$5,000	8,966	20,870	(20,870)	0	0
Other Equip Under \$5,000	178,349	210,424	(155,719)	54,705	0
Office Equip & Furn Supplies	388,450	143,723	42,790	186,513	0
Utilities	4,193,672	4,017,315	108,017	4,125,332	0
Insurance	180,766	252,311	31,100	283,411	0
Rentals/Leases-Equip & Other	106,967	122,790	95,109	217,899	0
Rentals/Leases - Bldg/Land	5,594,602	6,040,939	276,322	6,317,261	118,255
Repairs	1,363,539	1,109,876	92,140	1,202,016	7,288
IT - Data Processing	341	2,213	500	2,713	41,960
IT - Communications	1,687,050	1,626,276	35,173	1,661,449	0
IT Contractual Svcs and Rprs	5,920	20	(20)	0	0
Professional Development	316,527	395,641	41,002	436,643	0

REQUEST DETAIL

325 Department of Human Services
Biennium: 2011-2013

Bill#: SB2012

Date: 01/13/2011
Time: 11:02:27

Description	Expenditures 2007-2009 Biennium	Present Budget 2009-2011	Budget Request Change	Requested Budget 2011-2013 Biennium	Optional Budget Request
Operating Fees and Services	3,371,771	3,524,458	805,158	4,329,616	30,682
Fees - Professional Services	2,518,630	2,763,341	177,759	2,941,100	3,011
Medical, Dental and Optical	5,123,352	5,228,714	(530,311)	4,698,403	0
Other Expenses	150	0	0	0	0
Land and Buildings	0	0	0	0	2,611,840
Other Capital Payments	1,027,974	939,386	(939,386)	0	0
Extraordinary Repairs	5,016,492	3,713,692	(2,364,902)	1,348,790	0
Equipment Over \$5000	261,743	376,720	(337,720)	39,000	0
Grants, Benefits & Claims	23,197,505	28,452,882	(220,904)	28,231,978	8,393,950
Total	234,165,582	270,150,215	(882,717)	269,267,498	11,206,986
Human Service Centers / Institutions					
General Fund	117,678,549	136,579,350	9,800,488	146,379,838	10,884,409
Federal Funds	89,871,327	107,343,908	(13,409,026)	93,934,882	308,763
Special Funds	26,615,706	26,226,957	2,725,821	28,952,778	13,814
Total	234,165,582	270,150,215	(882,717)	269,267,498	11,206,986
Grants-Medical Assistance					
Grants, Benefits & Claims	1,049,188,126	1,365,095,313	220,537,112	1,585,632,425	(1,215,219)
Total	1,049,188,126	1,365,095,313	220,537,112	1,585,632,425	(1,215,219)
Grants-Medical Assistance					
General Fund	333,348,977	408,651,286	216,854,181	625,505,467	(27,603)
Federal Funds	691,080,533	911,570,398	11,651,738	923,222,136	(1,246,881)
Special Funds	24,758,616	44,873,629	(7,968,807)	36,904,822	59,265
Total	1,049,188,126	1,365,095,313	220,537,112	1,585,632,425	(1,215,219)
Funding Sources					
General Fund	538,921,324	654,611,574	244,129,222	898,740,796	36,720,959
Federal Funds	1,161,974,724	1,560,552,211	(18,072,161)	1,540,340,050	27,309,116
Special Funds	98,795,370	118,200,937	(4,703,108)	113,497,829	738,183
Total Funding Sources	1,799,691,418	2,333,364,722	221,353,953	2,552,578,675	64,768,258

CHANGE PACKAGE SUMMARY

325 Department of Human Services

Bill#: SB2012

Date: 01/13/2011

Biennium: 2011-2013

Time: 11:02:27

Description	Priority	FTE	General Fund	Federal Funds	Special Funds	Total Funds
<u>Base Budget Changes</u>						
One Time Budget Changes						
A-E 1 Remove ARRA One-Time Funding		0.00	66,500,000	(96,288,194)	0	(29,788,194)
A-E 2 Remove Non-ARRA One-Time Funding		0.00	(1,849,035)	(26,952,030)	(2,804,389)	(31,605,454)
A-E 3 Remove Extraordinary Repairs		0.00	(4,913,417)	0	0	(4,913,417)
A-E 4 Remove Equipment Over \$5,000		0.00	(352,606)	(34,611)	(2,503)	(389,720)
Total One Time Budget Changes		0.00	59,384,942	(123,274,835)	(2,806,892)	(66,696,785)
Ongoing Budget Changes						
A-A 10 FMAP Changes		0.00	104,887,387	(105,693,487)	788,708	(17,392)
A-A 11 Add Extraordinary Repairs		0.00	1,348,790	0	0	1,348,790
A-A 12 Add Equipment Over \$5,000		0.00	34,372	143,028	0	177,400
A-A 6 Continued Program Changes		0.00	15,324,121	16,769,778	(1,269,670)	30,824,229
A-A 7 Funding Source Changes		0.00	13,414,521	0	(13,414,521)	0
A-A 8 Cost Changes		0.00	24,848,952	128,082,782	8,063,886	160,995,620
A-A 9 Caseload Changes		0.00	21,522,965	69,177,827	(2,009,671)	88,691,121
A-F 5 Remove Capital Projects & Bond Payments		0.00	(939,386)	0	0	(939,386)
Base Payroll Change		(27.53)	4,302,558	(5,417,254)	5,945,052	4,830,356
Total Ongoing Budget Changes		(27.53)	184,744,280	103,062,674	(1,896,216)	285,910,738
Total Base Budget Changes		(27.53)	244,129,222	(20,212,161)	(4,703,108)	219,213,953
<u>Optional Budget Changes</u>						
One Time Optional Changes						
A-D 501 State Hospital Capital Projects	5	0.00	1,961,840	0	0	1,961,840
A-D 502 Developmental Center Capital Projects	5	0.00	650,000	0	0	650,000
A-D 801 ARRA Contracts through 09/30/2011	8	0.00	0	519,175	0	519,175
Total One Time Optional Changes		0.00	2,611,840	519,175	0	3,131,015
Ongoing Optional Changes						
A-C 201 Psychiatric Inpatient Hospitalization Rates	2	0.00	3,431,017	0	0	3,431,017

CHANGE PACKAGE SUMMARY**325 Department of Human Services****Biennium: 2011-2013****Bill#: SB2012****Date:** 01/13/2011**Time:** 11:02:27

Description	Priority	FTE	General Fund	Federal Funds	Special Funds	Total Funds
A-C 301 SMI Crisis Stabilization Unit - NCHSC	3	0.00	1,444,661	0	0	1,444,661
A-C 302 CD Residential Facility - SEHSC	3	0.00	939,159	0	0	939,159
A-C 303 Residential Adult Crisis Beds - WCHSC	3	0.00	309,128	0	0	309,128
A-C 401 Transfer Child Support System off the Mainfram	4	0.00	468,396	909,239	0	1,377,635
A-C 402 5% Increase - In-Home Child Care Providers	4	0.00	902,581	0	0	902,581
A-C 403 Pilot for Medical Home Program	4	0.00	204,518	233,815	0	438,333
A-C 404 Section 13 of 2009 HB 1012	4	0.00	250,000	250,000	0	500,000
A-C 405 Adult Family Foster Care Rate Increase	4	0.00	1,134,072	1,172,224	9,103	2,315,399
A-C 406 Medication Assistance - HCBS	4	0.00	280,568	0	14,010	294,578
A-C 407 New ICF/MR Beds for DC Transitioning	4	0.00	2,712,968	3,382,849	0	6,095,817
A-C 408 Guardianship Program Enhancements	4	0.00	65,275	0	0	65,275
A-C 409 Long-Term Care Ombudsman	4	1.00	135,665	0	0	135,665
A-C 410 Family Preservation Services	4	0.00	938,301	0	0	938,301
A-C 411 Post Adoption Services	4	0.00	129,188	66,582	0	195,770
A-C 412 Sex Offender Community Treatment - MH/SA	4	0.00	498,028	0	0	498,028
A-C 413 Enhancement of Transitional Youth - MH/SA	4	0.00	500,000	0	0	500,000
A-C 414 Enhanced Contracted Staffing - NEHSC	4	0.00	210,875	139,125	0	350,000
A-C 415 Enhanced Services at Cooper House - SEHSC	4	0.00	219,690	20,000	0	239,690
A-C 416 SMI Work Activity - SCHSC	4	0.00	450,000	0	0	450,000
A-C 417 New Office Facility - BLHSC	4	0.00	174,111	16,104	0	190,215
A-C 601 Program & Policy Other Inflation	6	0.00	797,127	102,544	44,846	944,517
A-C 602 Medicaid Provider Inflation	6	0.00	7,004,116	9,673,066	0	16,677,182
A-C 603 LTC Provider Inflation	6	0.00	14,553,888	16,999,624	36,152	31,589,664
A-C 604 Child Welfare Provider Inflation	6	0.00	2,067,749	1,133,827	619,975	3,821,551
A-C 605 HSC Inflation	6	0.00	1,093,928	133,534	13,814	1,241,276
A-C 701 Eligibility System Re-Write	7	1.00	18,370,221	24,247,421	283	42,617,925
A-C 702 Health Care Reform - Central Office	7	17.00	648,523	925,347	0	1,573,870
A-C 703 Health Care Reform - IMD Demo	7	0.00	1,140,306	1,440,156	0	2,580,462

CHANGE PACKAGE SUMMARY

325 Department of Human Services

Biennium: 2011-2013

Bill#: SB2012

Date: 01/13/2011

Time: 11:02:27

Description	Priority	FTE	General Fund	Federal Funds	Special Funds	Total Funds
Total Ongoing Optional Changes		19.00	61,074,059	60,845,457	738,183	122,657,699
Total Optional Budget Changes		19.00	63,685,899	61,364,632	738,183	125,788,714
<u>Optional Savings Changes</u>						
A-G 101 Optional 3% Savings	1	0.00	(26,964,940)	(34,055,516)	0	(61,020,456)
Total Optional Savings Changes		0.00	(26,964,940)	(34,055,516)	0	(61,020,456)

BUDGET CHANGES NARRATIVE**325 Department of Human Services****Bill#: SB2012****Date:** 01/13/2011**Time:** 11:02:27

Change Group: A	Change Type: A	Change No: 6	Priority:
------------------------	-----------------------	---------------------	------------------

Continued Program Changes

This change package is used for entering the cost of continued programs such as Operating Cost Changes.

Change Group: A	Change Type: A	Change No: 7	Priority:
------------------------	-----------------------	---------------------	------------------

Funding Source Changes

This change package is used to enter funding source changes.

Change Group: A	Change Type: A	Change No: 8	Priority:
------------------------	-----------------------	---------------------	------------------

Cost Changes

This change package is used to enter estimated grant cost changes associated with factors other than caseload changes and FMAP changes for the individuals served by the Department.

Change Group: A	Change Type: A	Change No: 9	Priority:
------------------------	-----------------------	---------------------	------------------

Caseload Changes

This change package is used to enter estimated grant caseload changes associated with factors other than costs changes and FMAP changes for the individuals served by the Department.

Change Group: A	Change Type: A	Change No: 10	Priority:
------------------------	-----------------------	----------------------	------------------

FMAP Changes

This change package is used to enter estimated grant FMAP changes associated with factors other than caseload changes and cost changes for the individuals served by the Department. FMAPs for the years affected by the 2011-2013 biennium are:

FFY 2011 - 60.35%

FFY 2012 - 55.40%

FFY 2013 - 55.40%

Change Group: A	Change Type: A	Change No: 11	Priority:
------------------------	-----------------------	----------------------	------------------

Add Extraordinary Repairs

This change package reflects the following extraordinary repair projects being requested at the State Hospital and the Developmental Center.

State Hospital:

- Replace Lahaug sanitary sewer system - \$220,000

BUDGET CHANGES NARRATIVE**325 Department of Human Services****Bill#: SB2012****Date:** 01/13/2011**Time:** 11:02:27

- Siding and windows on 2 houses - \$50,000
- Overhaul Chillers - \$20,000
- Asbestos and lead based paint abatement - \$75,150
- Roof Repairs - \$25,000
- Security Lights - \$25,000
- Upgrade Lahaug fire Alarm system - \$25,000
- Replace windows on south side of Chapel - \$15,000
- Unisex handicap accessible bathroom - \$25,000
- Deaerator tank water supply line valves - \$30,000
- Coal handling belt replacement - \$25,000
- Replace #3 main boiler feed water pump - \$18,000
- New fuel oil pump - \$33,500
- Replace heating plant make-up air heater coil - \$27,000
- Handicap accessible doors for LRC - \$20,000
- Upgrade elevator in Lahaug - \$100,000

Developmental Center:

- Sprinkler System Cedar and Maplewood - \$199,100
- Flooring - \$203,747
- Steam Distribution - \$50,000
- Concrete Projects - \$10,000
- Doors and hardware - \$25,000
- Chill water system - \$50,000
- Pool patio covers - \$18,000
- Ceiling food service hallways - \$23,622

Change Group: A	Change Type: A	Change No: 12	Priority:
------------------------	-----------------------	----------------------	------------------

Add Equipment Over \$5,000

This change package reflects the following equipment over \$5,000 being requested at the Human Service Centers and the State Hospital.

- LRHSC - 2 copiers - \$20,000
- SEHSC - 1 large volume copier- \$13,000
- SEHSC - 1 small volume copier - \$6,000

Change Group: A	Change Type: C	Change No: 200	Priority: 2
------------------------	-----------------------	-----------------------	--------------------

Psychiatric Inpatient Hospitalization Rates

Hospitals throughout the State are providing uncompensated care in the form of inpatient hospitalization for clients of the Department. This OAR provides payment to these hospitals using a consistent methodology of the current medicaid rate. The number of patient days is based on estimated need identified by each hospital with a cap of 1,000 days per facility during the biennium.

Change Group: A	Change Type: C	Change No: 201	Priority: 2
------------------------	-----------------------	-----------------------	--------------------

BUDGET CHANGES NARRATIVE**325 Department of Human Services****Bill#: SB2012****Date:** 01/13/2011**Time:** 11:02:27**Psychiatric Inpatient Hospitalization Rates - Psychiatric Inpatient Hospitalization Rates**

Hospitals throughout the State are providing uncompensated care in the form of inpatient hospitalization for clients of the Department. This OAR provides payment to these hospitals using a consistent methodology of the current medicaid rate. The number of patient days is based on estimated need identified by each hospital with a cap of 1,000 days per facility during the biennium.

Change Group: A	Change Type: C	Change No: 300	Priority: 3
------------------------	-----------------------	-----------------------	--------------------

Capacity - Behavior Health

This OAR Category is used to reflect OARS relating to capacity issues. It contains OARS for:

- SMI Crisis Stabilization Unit - NCHSC
- CD Residential Facility - SEHSC
- Residential Adult Crisis Beds - WCHSC

Change Group: A	Change Type: C	Change No: 301	Priority: 3
------------------------	-----------------------	-----------------------	--------------------

SMI Crisis Stabilization Unit - NCHSC - Capacity - Behavior Health

This OAR would give Region II the ability to serve individuals who need more structured, supervised care in the community reducing the need for local hospitalization or referring them to the State Hospital. North Central would contract for these services. This would include 8 beds with the possibility of 2 additional temporary beds. The cost would continue into future biennium budgets.

Change Group: A	Change Type: C	Change No: 302	Priority: 3
------------------------	-----------------------	-----------------------	--------------------

CD Residential Facility - SEHSC - Capacity - Behavior Health

Implementation of contract services to provide a 15 bed facility and staffing to provide Clinically Managed Low-Intensity Residential Care – Adult ASAM level III.1, Social Detox Services and crisis mental health services. This program will target individuals who have serious issues with chemical dependency, mental illness or co-occurring issues of chemical dependency and mental illness. Southeast Human Service Center will retain full authority to screen applicants and to determine admission and discharge dates of the program participants. The contractor will provide scheduled residential technician staff coverage 24 hours per day (Monday-Sunday); 365 days per year including all holidays. This service will include resident and guest check in, monitor that residency rules are being followed, monitor that assigned resident chores are being completed, provide some skills training on daily living tasks, provide periodic support to residents, follow licensed protocols as required, coordinate internal and external access to community support meetings, and initiate crisis intervention protocols when situation dictates.

Change Group: A	Change Type: C	Change No: 303	Priority: 3
------------------------	-----------------------	-----------------------	--------------------

Residential Adult Crisis Beds - WCHSC - Capacity - Behavior Health

This request expands our residential adult crisis bed capacity from 10 to 14 beds. The additional beds are being requested to meet current demand for services. Additionally, based on stakeholder input, we anticipate an increase in requests to move clients from an inpatient setting to our crisis beds.

Change Group: A	Change Type: C	Change No: 400	Priority: 4
------------------------	-----------------------	-----------------------	--------------------

Enhancement of Services

BUDGET CHANGES NARRATIVE**325 Department of Human Services****Bill#: SB2012****Date:** 01/13/2011**Time:** 11:02:27

This OAR Category is used to reflect OARS relating to the enhancement of services. It contains OARS for:

- Transfer Child Support System off the Mainframe
- 5% Increase - In-Home Child Care Providers
- Pilot for Medical Home Program
- Section 13 of 2009 HB 1012
- Adult Family Foster Care Rate Increase
- Medication Assistance - HCBS
- New ICF/MR Beds for DC Transitioning
- Guardianship Program Enhancements
- Long-Term Care Ombudsman
- Family Preservation Services
- Post Adoption Services
- Sex Offender Community Treatment - MH/SA
- Transitional Youth - MH/SA
- Enhanced Contracted Staffing - NEHSC
- Enhanced Services at Cooper House - SEHSC
- SMI Work Activity - SCHSC
- New Office Facility - BLHSC

Change Group: A	Change Type: C	Change No: 401	Priority: 4
------------------------	-----------------------	-----------------------	--------------------

Transfer Child Support System off the Mainframe - Enhancement of Services

Move the Child Support Computer application off of the state of North Dakota's mainframe. Once the eligibility systems move off of the mainframe it would be very costly for Child Support to remain on the mainframe. The solution would be to migrate it to the Linux platform.

Change Group: A	Change Type: C	Change No: 402	Priority: 4
------------------------	-----------------------	-----------------------	--------------------

5% Increase - In-Home Child Care Providers - Enhancement of Services

5% increase for qualified child care providers of TANF, Non-TANF, Diversion and Crossroad recipients.

Also includes \$30,718 for printing costs if the rate increase is approved as schedules with the new rates will need to be printed.

Change Group: A	Change Type: C	Change No: 403	Priority: 4
------------------------	-----------------------	-----------------------	--------------------

Pilot for Medical Home Program - Enhancement of Services

Provides a Patient Centered Medical Home (PCMH): Pilot Program which is an enhanced model of primary care which provides whole person, comprehensive, ongoing and coordinated patient-centered care. Facilities receive a per member per month payment as well a reimbursement for administrative costs.

Change Group: A	Change Type: C	Change No: 404	Priority: 4
------------------------	-----------------------	-----------------------	--------------------

Section 13 of 2009 HB 1012 - Enhancement of Services

BUDGET CHANGES NARRATIVE**325 Department of Human Services****Bill#: SB2012****Date:** 01/13/2011**Time:** 11:02:27

Section 13 of HB 1012 expresses Legislative intent to establish a goal of setting Medicaid payments at 100 percent of costs for hospitals, physicians, chiropractors, ambulances. In order to do so cost information is required and hospitals are the only providers among those identified that utilize a standard cost report. Cost data from the other providers identified is not readily available. This request would allow the Department to contract with a firm that would establish a standard cost report for the other providers so that cost data may be captured. After a standard cost report is developed the next step would be to determine the cost of establishing rates at 100 percent of costs.

Change Group: A	Change Type: C	Change No: 405	Priority: 4
------------------------	-----------------------	-----------------------	--------------------

Adult Family Foster Care Rate Increase - Enhancement of Services

Stakeholder meetings identified a lack of Adult Family Foster Care Providers. This OAR increases the rate by 6% for the current 44 providers with the intent to encourage increased enrollment. The OAR also anticipates an increase of 14 providers.

Change Group: A	Change Type: C	Change No: 406	Priority: 4
------------------------	-----------------------	-----------------------	--------------------

Medication Assistance - HCBS - Enhancement of Services

Provide medication assistance to SPED and Expand SPED clients. Currently this service is offered under the Medicaid Waiver only. It is anticipated that there would be 20 individuals qualified for this service. It is also anticipated that an additional 20 individuals each year of the upcoming biennium would be qualified for a one-time purchase of a Medication Dispensing Machine.

Change Group: A	Change Type: C	Change No: 407	Priority: 4
------------------------	-----------------------	-----------------------	--------------------

New ICF/MR Beds for DC Transitioning - Enhancement of Services

To provide for care in the community for 28 clients transitioning from the Developmental Center. The OAR transitions individuals throughout the biennium.

Change Group: A	Change Type: C	Change No: 408	Priority: 4
------------------------	-----------------------	-----------------------	--------------------

Guardianship Program Enhancements - Enhancement of Services

Continuation of the Guardianship program to pay for the establishment of guardianships (petitioning costs) for individuals ineligible for DD guardianship services. A pilot program to provide an annual payment of \$500 to guardians of those wards for a guardianship was established using the Guardianship Establishment Fund. This payment is to offset the costs associated with providing guardianship services.

Change Group: A	Change Type: C	Change No: 409	Priority: 4
------------------------	-----------------------	-----------------------	--------------------

Long-Term Care Ombudsman - Enhancement of Services

This OAR is to request an additional FTE to increase the capacity of Ombudsman services to accommodate current growth of long term care facilities in the Fargo-West Fargo and Bismarck-Mandan area.

BUDGET CHANGES NARRATIVE**325 Department of Human Services****Bill#: SB2012****Date:** 01/13/2011**Time:** 11:02:27

Nursing facility and basic care beds in the Bismarck-Mandan area increased 21% from 2008 (1,063 beds) to 2009 (1,285 beds) and will increase an additional 14.5% in 2010 (1,470 beds). Nursing facility and basic care beds in the Fargo-West Fargo area increased 2% from 2008 (2,009 beds) to 2009 (2,047 beds) and will increase an additional 11.6% in 2010 (2,281 beds).

Assisted Living units in the Bismarck-Mandan area increased 205% from 2008 (222 units) to 2009 (459 units) and will increase an additional 4% in 2010 (475 units). Assisted living units in the Fargo-West Fargo area increased 4.5% from 2008 (356 units) to 2009 (408 units) and will increase an additional 47.5% in 2010 (602 units).

The purpose of the long term ombudsman is to provide services to protect the health, safety, welfare and rights of residents living in nursing facilities, assisted living, swing bed, transitional care units and basic care facilities. State and Federal Law address the requirements of the program.

Visibility and awareness of the North Dakota's ombudsman program is accomplished in part by regular facility visits, strong interorganizational relationships, collaboration with the survey and certification agency, and the Community Volunteer Ombudsman programs.

The Ombudsman work solely on behalf of residents and mediate between residents and the long term care staff on an informal level and play an important role in assuring quality of care in long term care facilities. The ombudsman are often the only voice these residents have in their own care. The Ombudsman program attempts to identify and address individual issues before they become larger systemic problems and it creates a comfortable environment for registering complaints.

Change Group: A	Change Type: C	Change No: 410	Priority: 4
------------------------	-----------------------	-----------------------	--------------------

Family Preservation Services - Enhancement of Services

Provide Intensive In-Home Services to Region 1, Expand Family Team Decision Making pilot projects currently in Burleigh/Morton & Cass to Grand Forks, Stark & Ward counties, and provide Family Group Conferencing Services statewide by expanding to Regions I, VII & VIII.

Change Group: A	Change Type: C	Change No: 411	Priority: 4
------------------------	-----------------------	-----------------------	--------------------

Post Adoption Services - Enhancement of Services

This would provide services to adoptive families to maintain adoptive placements and permanence for children and to avoid adoption disruptions.

Change Group: A	Change Type: C	Change No: 412	Priority: 4
------------------------	-----------------------	-----------------------	--------------------

Sex Offender Community Treatment - MH/SA - Enhancement of Services

Dept of Corrections \$ Rehabilitation projects 90 individuals and the State Hospital projects 6 individuals needing these services. The 2011-2013 base budget is built on 70 individuals. This would continue the chaperone training which began in the 2009-2011 biennium.

Change Group: A	Change Type: C	Change No: 413	Priority: 4
------------------------	-----------------------	-----------------------	--------------------

Enhancement of Transitional Youth - MH/SA - Enhancement of Services

Housing support is identified as the major barrier in both DJS and DHS work with transitional youth. This is phase two of the Transitional Youth legislation effort which began in 2009-2011 under 2009 Session HB 1044

BUDGET CHANGES NARRATIVE**325 Department of Human Services****Bill#: SB2012****Date:** 01/13/2011**Time:** 11:02:27

Change Group: A	Change Type: C	Change No: 414	Priority: 4
------------------------	-----------------------	-----------------------	--------------------

Enhanced Contracted Staffing - NEHSC - Enhancement of Services

Northeast's crisis residential program is increasingly seeing clients with more complex medical conditions along with their psychiatric diagnosis. The goal of this OAR would be to intensify staffing to serve these more complex conditions. Currently consumers with both addiction and consumers with mental illness are served in the same area of the facility. We believe dividing the consumers with Addiction issues and Psychiatric issues will create a more stable environment for our consumers with mental illness. We believe that the increased staffing, with a specialization in mental health will reduce the need for hospitalizations at the State Hospital in Jamestown and our local hospital's psychiatric unit.

Change Group: A	Change Type: C	Change No: 415	Priority: 4
------------------------	-----------------------	-----------------------	--------------------

Enhanced Services at Cooper House - SEHSC - Enhancement of Services

The purpose of this OAR is to obtain daytime, evening, overnight, and weekend Fargo metro based case aid services for adult clients who are diagnosed as chronically chemically dependent or dually diagnosed (chemically dependent/seriously mentally ill). These services could include training in activities of daily living (ADL) training, symptom monitoring/support, medication delivery/monitoring, Antabuse delivery/monitoring, administration of breathalyzer, CIWA protocol and symptom monitoring, and periodic client transportation. These services will also require nursing support to fill medication boxes, cover outside provider cases, administer injections to a small number of consumers and provide technical oversight of the program.

Change Group: A	Change Type: C	Change No: 416	Priority: 4
------------------------	-----------------------	-----------------------	--------------------

SMI Work Activity - SCHSC - Enhancement of Services

This OAR is for a contract with a non-profit agency to provide work activity, pre-vocational skills development, and supported employment services. The services will be delivered to consumers that have a serious mental illness and individuals with co-occurring disorders of chemical dependency and mental illness. South Central Human Service Center will refer DHS consumers to the non-profit agency. This amount of funding will provide services for up to 15 consumers per month. The contract will assist individuals in identifying and acquiring vocational goals for competitive employment. The non-profit agency will also demonstrate the recovery philosophy when delivering these services.

Change Group: A	Change Type: C	Change No: 417	Priority: 4
------------------------	-----------------------	-----------------------	--------------------

New Office Facility - BLHSC - Enhancement of Services

Badlands HSC is in need of a new office facility to house Non-VR operations. The rationale for a new building is as follows.

Adverse conditions due to the age of the building exist.

1. Functionality of the elevator.
2. Water damage to medical records, heating and cooling issues impacting environmental comfort for staff and customers, as well as functionality of computers.

The new building design would give us greater control over client traffic and improve security.

BUDGET CHANGES NARRATIVE**325 Department of Human Services****Bill#: SB2012****Date:** 01/13/2011**Time:** 11:02:27

The current building does not have adequate space to accommodate large group meetings and the heating and cooling of these areas is difficult to control.

The current building also lacks adequate space for small meeting and treatment groups.

The projected costs include one time expenditures for moving expense (\$30,000) and telephone/data wiring (\$41,960). The remaining costs are over and above what is currently budgeted for renting the existing facility occupied by Badlands HSC (\$118,255).

Change Group: A	Change Type: C	Change No: 600	Priority: 6
------------------------	-----------------------	-----------------------	--------------------

Inflation

Provides an inflationary increase of 3% for both years of the biennium.

Change Group: A	Change Type: C	Change No: 601	Priority: 6
------------------------	-----------------------	-----------------------	--------------------

Program & Policy Other Inflation - Inflation

Provides an inflationary increase of 3% for both years of the biennium for Children and Family Services including Intensive In-Home, Wraparound Case Management, Parent Aid, Early Childhood licensing and Child Abuse/Neglect Assessments; for Aging Services - state funds for Providers, for DD - Corporate Guardianship and for MH/SA - Robinson Recovery Center.

Change Group: A	Change Type: C	Change No: 602	Priority: 6
------------------------	-----------------------	-----------------------	--------------------

Medicaid Provider Inflation - Inflation

Provides an inflationary increase of 3% for both years of the biennium for Medical Services.

Change Group: A	Change Type: C	Change No: 603	Priority: 6
------------------------	-----------------------	-----------------------	--------------------

LTC Provider Inflation - Inflation

Provides an inflationary increase of 3% for both years of the biennium for Long-Term Care

Change Group: A	Change Type: C	Change No: 604	Priority: 6
------------------------	-----------------------	-----------------------	--------------------

Child Welfare Provider Inflation - Inflation

Provides an inflationary increase of 3% for both years of the biennium for Foster Care and Subsidized Adoption grants.

Change Group: A	Change Type: C	Change No: 605	Priority: 6
------------------------	-----------------------	-----------------------	--------------------

HSC Inflation - Inflation

BUDGET CHANGES NARRATIVE**325 Department of Human Services****Bill#: SB2012****Date:** 01/13/2011**Time:** 11:02:27

Provides an inflationary increase of 3% for both of the years of the biennium at the Human Service Centers.

Change Group: A	Change Type: C	Change No: 700	Priority: 7
------------------------	-----------------------	-----------------------	--------------------

Health Care Reform

Rewrite the TECS and Visions systems and add the Childcare and LiHEAP eligibility systems into one main system. Health Care Reform would also need to be included as more detailed information is obtained. Based on the revised estimate from ITD dated 7/27/2010.

Change Group: A	Change Type: C	Change No: 701	Priority: 7
------------------------	-----------------------	-----------------------	--------------------

Eligibility System Re-Write - Health Care Reform

Rewrite the TECS and Visions systems and add the Childcare and LiHEAP eligibility systems into one main system. Health Care Reform would also need to be included as more detailed information is obtained. Based on the revised estimate from ITD dated 7/27/2010.

Change Group: A	Change Type: C	Change No: 702	Priority: 7
------------------------	-----------------------	-----------------------	--------------------

Health Care Reform - Central Office - Health Care Reform

With the passage of the Affordable Care Act, the Department will be required to expand the Medicaid Program and implement various federal regulations within several Central Office divisions. In order to comply with the requirements of the Affordable Care Act, additional staff resources will be needed to address these requirements.

Establishment and enforcement of medical support is an area of mandated additional case activity, which will be further increased due to health care reform.

Change Group: A	Change Type: C	Change No: 703	Priority: 7
------------------------	-----------------------	-----------------------	--------------------

Health Care Reform - IMD Demo - Health Care Reform

This OAR is for funding expected to become available through the Affordable Care Act. This is a competitive demonstration grant and the Affordable Care Act appropriates \$75,000,000 nationwide for this effort. If North Dakota were selected for this demonstration funding, the Department of Human Services would implement a program to allow Medicaid reimbursement for services provided to individuals (age 22 to 65) receiving services through an Institution for Mental Disease. Currently, Medicaid funding is prohibited for such services. The Department expects the grant application to be available in 2011. The OAR contains both general funds and federal funds, as these services are currently not reimbursed by Medicaid; therefore, the dollars are not in the Department's budget; rather, these are often "uncompensated" care costs for the facilities.

Change Group: A	Change Type: D	Change No: 500	Priority: 5
------------------------	-----------------------	-----------------------	--------------------

Capital Projects

This OAR reflects the capital projects being requested at the State Hospital and the Developmental Center.

Change Group: A	Change Type: D	Change No: 501	Priority: 5
------------------------	-----------------------	-----------------------	--------------------

State Hospital Capital Projects - Capital Projects

BUDGET CHANGES NARRATIVE**325 Department of Human Services****Bill#: SB2012****Date:** 01/13/2011**Time:** 11:02:27

The North Dakota State Hospital (NDSH) is accredited by the Joint Commission, which also enables NDSH to receive payments from Medicare for services delivered. The Joint Commission requires accredited hospitals to follow the National Fire Protection Association (NFPA) regulations. NFPA requires hospitals to test fire/smoke dampers throughout all buildings every 6 years. These were last tested at NDSH in 2005 and need to be retested in 2011. Estimated cost is \$200,000.

NDSH experienced a problem with its emergency switchgear in 2005. After a study by Ulteig Engineers a 3 phased project was developed to correct problems and upgrade the electrical distribution system of NDSH. During the first phase, The switchgear was replaced, a looped system of underground wiring was installed, transformers were replaced and the system was upgraded from 4,160 volts to 12,470 volts. This request is to replace the existing emergency generator, which is phase two of the project. The third and final phase of the project will be replacing the overhead feeder lines from WAPA with more reliable underground wiring and/or adding a second power source from a second vendor. The current emergency generator is undersized and over 20 years old. A new emergency generator would enable the operation of normal and emergency power if the main source of power is interrupted. Estimated cost is \$1,300,000.

The New Horizons Building was built in 1968. The addition of more electronic equipment, such as computers and fire alarm systems, has created a need to expand the electrical capacity of the building. After 40 years, some of the wiring also needs to be replaced, and an upgrade to the system will also require the replacement of the sub-panel. This project was approved for the 2009-11 biennium, but had to be placed on hold and the funds used to replace a retaining wall that collapsed near the Heating Plant. Estimated cost of the project is \$300,000.

The North Dakota State Hospital (NDSH) Traditional Services houses patients in two buildings on campus and has other patient services in a third. Each biennium, NDSH needs to replace the flooring in various areas of these buildings to maintain a safe environment for the patients. Estimated cost is \$161,840.

Change Group: A	Change Type: D	Change No: 502	Priority: 5
------------------------	-----------------------	-----------------------	--------------------

Developmental Center Capital Projects - Capital Projects

Renovations will enhance opportunities for family-style dining in the living units. Dietary department is in need of remodeling to support the preparation of meals in the living units and to support the full day program in the life skills center. Food Service building (Dietary) was built in 1973. There have been no major interior renovations to this building since 1987. This OAR is necessary to continue the transition efforts of the NDDC – to include possible changes and savings in employee numbers and costs.

Change Group: A	Change Type: D	Change No: 800	Priority: 8
------------------------	-----------------------	-----------------------	--------------------

Completion of One-Time ARRA Funding

Authority needed for completion of ARRA stimulus funded contracts that were entered into in the 2009-2011 biennium. Some contracts were set up to end on 09/30/2011.

Change Group: A	Change Type: D	Change No: 801	Priority: 8
------------------------	-----------------------	-----------------------	--------------------

ARRA Contracts through 09/30/2011 - Completion of One-Time ARRA Funding

Authority needed for completion of ARRA stimulus funded contracts that were entered into in the 2009-2011 biennium. Some contracts were set up to end on 09/30/2011.

Change Group: A	Change Type: E	Change No: 1	Priority:
------------------------	-----------------------	---------------------	------------------

Remove ARRA One-Time Funding

BUDGET CHANGES NARRATIVE**325 Department of Human Services****Bill#: SB2012****Date:** 01/13/2011**Time:** 11:02:27

This change package is used to remove the ARRA funding appropriated for the 2009-11 biennium.

Change Group: A	Change Type: E	Change No: 2	Priority:
------------------------	-----------------------	---------------------	------------------

Remove Non-ARRA One-Time Funding

This change package is used to remove non-ARRA one-time funding appropriated for the 2009-11 biennium.

Change Group: A	Change Type: E	Change No: 3	Priority:
------------------------	-----------------------	---------------------	------------------

Remove Extraordinary Repairs

This change package is used to remove the amounts provided for extraordinary repair expenditures during the 2009-11 biennium.

Change Group: A	Change Type: E	Change No: 4	Priority:
------------------------	-----------------------	---------------------	------------------

Remove Equipment Over \$5,000

This change package is used to remove the amounts provided for equipment expenditures during the 2009-11 biennium.

Change Group: A	Change Type: F	Change No: 5	Priority:
------------------------	-----------------------	---------------------	------------------

Remove Capital Projects & Bond Payments

This change package is used to remove the amounts provided for capital expenditures and bond payments during the 2009-11 biennium.

Change Group: A	Change Type: G	Change No: 100	Priority: 1
------------------------	-----------------------	-----------------------	--------------------

Optional 3% Savings

In order to meet a 3% optional savings, this optional adjustment includes a rollback of approximately 92% of the rebasing provided for select Medicaid providers, which went into effect on July 1, 2009.

Change Group: A	Change Type: G	Change No: 101	Priority: 1
------------------------	-----------------------	-----------------------	--------------------

Optional 3% Savings

In order to meet a 3% optional savings, this optional adjustment includes a rollback of approximately 92% of the rebasing provided for select Medicaid providers, which went into effect on July 1, 2009.

Change Group: R	Change Type: A	Change No: 1	Priority:
------------------------	-----------------------	---------------------	------------------

Psychiatric Inpatient Hospitalization Rates

BUDGET CHANGES NARRATIVE**325 Department of Human Services****Bill#: SB2012****Date:** 01/13/2011**Time:** 11:02:27

Provides \$3.4m funding to hospitals for uncompensated care when serving DHS clients.

Change Group: R	Change Type: A	Change No: 2	Priority:
------------------------	-----------------------	---------------------	------------------

Serious Mental Illness Crisis Stabilization Unit - NC HSC

Provides \$1.4m from the general fund for additional beds in a crisis stabilization unit for the seriously mental ill.

Change Group: R	Change Type: A	Change No: 3	Priority:
------------------------	-----------------------	---------------------	------------------

Chemical Dependency Residential Facility - SE HSC

Provides \$939,159 from the general fund for contract services of chemical dependency residential services. Services include social detox and crisis mental health for those with chemical dependency and mental illness.

Change Group: R	Change Type: A	Change No: 4	Priority:
------------------------	-----------------------	---------------------	------------------

Residential Adult Crisis Beds - WC HSC

Provides \$309,128 funding to expand the residential adult crisis bed capacity.

Change Group: R	Change Type: A	Change No: 5	Priority:
------------------------	-----------------------	---------------------	------------------

New Office Facility - BL HSC

Approves \$190,215 funding for relocation and increased rent of the Badlands Human Service Center. The current location is an old facility with adverse conditions such as poor functionality of the elevator, water damage to medical records, heating and cooling issues for staff and customers. Relocation would provide better access and improved security for staff and clients.

Change Group: R	Change Type: A	Change No: 6	Priority:
------------------------	-----------------------	---------------------	------------------

Inflation - Program and Policy Other Inflation

Provides \$944,517 total funding of which \$797,127 is from the general fund for a 3% inflationary increase each year of the biennium for Children and Family Services.

Change Group: R	Change Type: A	Change No: 7	Priority:
------------------------	-----------------------	---------------------	------------------

Inflation - Medicaid Providers

Provides \$16.7m total funding of which \$7.0m is from the general fund for 3% inflationary increases each year of the biennium for Medical Services.

Change Group: R	Change Type: A	Change No: 8	Priority:
------------------------	-----------------------	---------------------	------------------

Inflation - LTC Providers

BUDGET CHANGES NARRATIVE**325 Department of Human Services****Bill#: SB2012****Date:** 01/13/2011**Time:** 11:02:27

Provides \$31.6m of which \$14.6m is from the general fund for inflationary increases of 3% each year of the biennium for Long Term Care providers.

Change Group: R	Change Type: A	Change No: 9	Priority:
------------------------	-----------------------	---------------------	------------------

Inflation - Child Welfare Providers

Provides \$3.8m including \$2.1m from the general fund for 3% inflationary increases for each year of the biennium for Child Welfare providers such as Foster Care and Subsidized Adoption grants.

Change Group: R	Change Type: A	Change No: 10	Priority:
------------------------	-----------------------	----------------------	------------------

Inflation - Human Service Centers

Provides \$1.2m funding for 3% inflationary increases for each year of the biennium for Human Service Centers.

Change Group: R	Change Type: A	Change No: 11	Priority:
------------------------	-----------------------	----------------------	------------------

Health Care Reform - Central Office

Provides 7.00 of the requested 17.00 FTE for Health Care Reform requirement to expand the Medicaid Program and implement various federal regulations.

Change Group: R	Change Type: A	Change No: 12	Priority:
------------------------	-----------------------	----------------------	------------------

Silver Haired Assembly

Provides \$10,000 grant to Silver Haired Assembly.

Change Group: R	Change Type: A	Change No: 13	Priority:
------------------------	-----------------------	----------------------	------------------

Medicare Premium Decrease

Reduces funding for Medicare premiums paid by Medicaid, by \$3.0m general fund and \$7.4m total funds as a result of new projections by the Center for Medicare and Medicaid Services.

Change Group: R	Change Type: A	Change No: 14	Priority:
------------------------	-----------------------	----------------------	------------------

Senior Service Providers

Enhances the funding to senior service providers by \$300,000 to assist with the costs of providing meals to the elderly.

Change Group: R	Change Type: B	Change No: 1	Priority:
------------------------	-----------------------	---------------------	------------------

State Hospital Capital Projects

BUDGET CHANGES NARRATIVE**325 Department of Human Services****Bill#: SB2012****Date:** 01/13/2011**Time:** 11:02:27

Provides \$1.8m one-time funding for projects at the State Hospital. Includes requirements of the Joint Commission: \$200,000 to retest fire/smoke dampers and \$1.3m to replace the emergency generator which is phase 2 of 3 of the electrical distribution system. Also provides \$300,000 to expand the electrical capacity of the New Horizons Building. Funding was included in the 2009-2011 budget, however emergency repairs had to be made when a wall near the Heating Plant building collapsed and appropriated dollars were used for those repairs.

Change Group: R	Change Type: B	Change No: 2	Priority:
------------------------	-----------------------	---------------------	------------------

ARRA Completion of One-Time Funding

Provides \$519,175 federal authority to continue ARRA funding for current programs.

Change Group: R	Change Type: B	Change No: 3	Priority:
------------------------	-----------------------	---------------------	------------------

Remove 2009-2011 Carryover

Removes \$12.8m and provides carryover authority for remaining 2009-11 funding.